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FEB 23 2006

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February 23, 2006

Beth O'Donnell
Executive Director
Public Service Commission
211 Sower Blvd.
Frankfort, KY 40601

Re: Case No. 2005-00440

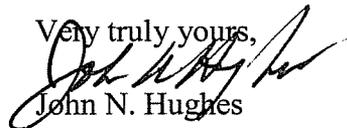
Dear Beth:

The city of Manchester requests that the Commission staff perform a review of its utility financial records for the purpose of establishing a wholesale water rate for North Manchester Water Association. The city has been making every effort to compile the information requested by the staff to respond to the data requests. However, because of the amount of information involved, the city's lack of familiarity with the Commission's regulations, this being its first rate adjustment subject to Commission oversight, and the small size of its utility operation, it believes that it would be of benefit to all parties for the staff to prepare a report suggesting an appropriate wholesale rate.

The city's staff is available to work with your staff to facilitate the review. Pending the completion of the staff report, the procedural schedule could be suspended. I believe that this procedure would speed the completion of the case, minimize staff time and result in an outcome acceptable to all parties.

Thank you for your consideration of this request, and if there is any other information I can provide to assist you, please let me know.

Very truly yours,



John N. Hughes

Attorney for Manchester